
Health Services and Development Agency

Communique

A MONTHLY PULICATION OF THE
HEALTH SERVICES AND DEVELOPMENT AGENCY

Andrew Jackson State Office Building
500 Deaderick Street, Suite 850
Nashville, TN 37243
615.741.2364

MARCH
2006

For Meeting verification/change or agenda information, please call
the Agency Office or check our website at www.tn.gov/hsda

HEALTH SERVICES & DEVELOPMENT AGENCY

Chair..... Gene Caldwell, M.D.
Vice-Chair Bryan Atchley
Executive Director Melanie Hill
General Counsel Reid A. Brogden

Department of Health, Division of Health Statistics,
Office of Policy, Planning and Assessment
615.741.1954

Department of Mental Health and Developmental Disabilities,
Office of Policy Planning
615.532.6500

Office Hours are 8:00 a.m. to 4:30 p.m., Central Time, Monday through Friday

ALL RECORDS ARE PUBLIC INFORMATION

CALENDAR

The Health Services and Development Agency office will be closed on the following days in 2006:

Sunday, January 1 – New Year's Day

Monday, January 2 – New Year's Day
"Observed"

Monday, January 16 – Martin Luther King Day

Monday, February 20 – President's Day

Friday, April 14 – Good Friday

Monday, May 29 – Memorial Day

Tuesday, July 4 – Independence Day

Monday, September 4 – Labor Day

Monday, October 9 – Columbus Day
"Not Observed"

Friday, November 10 – Veteran's Day "Observed"

Thursday, November 23 – Thanksgiving Day

Friday, November 24 – Thanksgiving Holiday

Monday, December 25 – Christmas Day

REVIEW CYCLE

2006 Cycle	Publication Dates-Letter of Intent	Application	HDSA Meeting	End of Appeal Period
January	12/01/05-12/10/05	5 days after publication	03/22/06	15 days after meeting date
February	01/01/06-01/10/06	"	04/26/06	"
March	02/01/06-02/10/06	"	05/24/06	"
April	03/01/06-03/10/06	"	06/28/06	"
May	04/01/06-04/10/06	"	07/26/06	"
June	05/01/06-05/10/06	"	08/23/06	"
July	06/01/06-06/10/06	"	09/27/06	"
August	07/01/06-07/10/06	"	10/25/06	"
September	08/01/06-08/10/06	"	11/15/06	"
October	09/01/06-09/10/06	"	*12/13/06	"
November	10/01/06-10/10/06	"	01/24/07	"
December	11/01/06-11/10/06	"	02/28/07	"

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the *preceding* business day.

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVITIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE No. 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR, REID BROGDEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO. 615/741-2364.

HEALTH SERVICES AND DEVELOPMENT AGENCY – COMMUNIQUE

MARCH 2006

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HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

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The Health Services and Development Agency meeting for March 22, 2006
will be held at:

Davy Crockett Towers
500 James Robertson Parkway
Conference Room 160 – 1st Floor
Nashville, TN
8:30 a.m. CST

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The Health Services and Development Agency meeting for April 26, 2006
will be held at:

Cordell Hull Building
Tennessee Room
Nashville, TN
8:30 a.m. CDT

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The Health Services and Development Agency meeting for May 24, 2006
will be held at:

Cordell Hull Building
Cumberland Room
Nashville, TN
8:30 a.m. CDT

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* Meeting locations are subject to change

** All meetings of the Health Services and Development Agency are posted on the Agency's
website at www.tn.gov/hsda

EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be heard. The parties are encouraged to provide 22 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no 7 days before the agency meeting at which time the application is originally scheduled.



RESULTS OF APPLICATIONS HEARD AT THE FEBRUARY MEETING

Helping Hands Home Assistance, Inc.
8044 Ray Mears Blvd., Suite 104
Knoxville (Knox County), TN 37919
CN0509-082
Contact Person: James C. Middlebrook, CEO
Phone No. 865-692-5258
DENIED

The establishment of a home health organization to provide home health care services in the following counties: Anderson, Blount, Campbell, Claiborne, Cocke, Grainger, Hamblen, Hancock, Jefferson, Knox, Loudon, Monroe, Morgan, Roane, Scott, Sevier and Union. The parent office is located at the corporate offices of Helping Hands Home Assistant, Inc. at 8044 Ray Mears Blvd., Suite 104, Knoxville (Knox County), TN 37919.
\$ 110,426.00

Dyersburg Regional Medical Center
400 East Tickle Street
Dyersburg (Dyer County), TN 38024
CN0509-083
Contact Person: Coleman Foss, CEO
Phone No. 731-287-2400
DEFERRED TO THE MARCH MEETING

The establishment of a cardiac catheterization laboratory to provide cardiac diagnostic services in newly renovated space at the hospital. There are no other new services being initiated that require a Certificate of Need.
\$ 2,972,453.00

Still Waters Home Health Agency
5454 Lake Village Drive
Memphis (Shelby County), TN 38125
CN0510-087
Contact Person: Lenora Herring, Owner
Phone No. 901-493-9476
APPROVED

The establishment of a home health organization to provide home health services to any individual who qualifies for home care services including, but not limited to, the elderly, developmental disabled, and Hispanic populations in Shelby County
\$ 21,840.00

Bristol Regional Medical Center
1230 Volunteer Parkway
Bristol (Sullivan County), TN 37620
CN0510-088
Contact Person: Jason Searcy, Planning Analyst
Phone No. 423-230-8516
APPROVED

The establishment of an outpatient diagnostic center (ODC), acquisition of magnetic resonance imaging (MRI) unit, and initiation of MRI services. The facility will seek licensure as an ODC from the Department of Health.
\$ 5,269,430.00

Unity Hospice
312 Squirrel Hollow Road
Linden (Perry County), TN 37096
CN0511-097
Contact Person: William West, Esq.
Phone No. 615-726-5600
APPROVED

The establishment of a home care organization to provide hospice services in the counties of Perry, Humphreys, Decatur, Hardin, Henderson, Lawrence, Lewis and Wayne. The location of the parent office will be 312 Squirrel Hollow Road, Linden (Perry County), TN.
\$ 107,868.00

Summit Medical Group at Fountain City
103 Midlake Drive, Lower Level
Knoxville (Knox County), TN 37918
CN0511-098
Contact Person: John L. Wellborn
Phone No. 615-665-2022
APPROVED

The acquisition of a magnetic resonance imaging unit (MRI) and the initiation of outpatient MRI services limited to the patients and physicians of the practice only.
\$ 1,987,854.00

RESULTS OF APPLICATIONS HEARD AT THE FEBRUARY MEETING

Franklin Endoscopy Center, PLLC
704 Cool Springs Blvd., Suite 210
Franklin (Williamson County), TN 37067
CN0511-099
Contact Person: R. Brian White, Consultant
Phone No. 615-320-8634
APPROVED

The establishment of an ambulatory surgical treatment center (ASTC) with two (2) surgical treatment suites for endoscopic procedures performed by the center's staff.
\$ 747,488.00

Maury Regional Hospital
1224 Trotwood Avenue
Columbia (Maury County), TN 38401
CN0511-102
Contact Person: Ron Pope, Associate Administrator
Phone No. 931-381-1111, x 4002
APPROVED

The conversion of eleven (11) unlicensed bassinets to an eight (8) licensed bed neonatal intensive care unit (NICU) and the initiation of neonatal intensive care services. The proposed NICU will be located on the fourth floor of the hospital. The 275 licensed bed complement of the facility will not increase as a result of this project.
\$ 78,000.00

Caris Healthcare
1101 Kermit Drive, Suite 501
Nashville (Davidson County), TN 37217
CN0511-103
Contact Person: Bruce K. Duncan, Assistant Vice President
Phone No. 615-890-2020
DEFERRED TO THE MARCH MEETING

The relocation of the parent office from 701 West 7th Street, Suite C, Columbia (Maury County), TN to The Oaks Complex at 1101 Kermit Drive, Suite 501, Nashville (Davidson County), TN. The service area includes: Bedford, Cheatham, Davidson, Dickson, Franklin, Giles, Hardin, Hickman, Houston, Humphreys, Lawrence, Lewis, Lincoln, Marshall, Maury, Montgomery, Moore, Perry, Rutherford, Stewart, Wayne and Williamson counties. No change to the existing service area is proposed.
\$ 57,938.00

UT Cancer Institute
7945 Wolf River Boulevard
Germantown (Shelby County), TN 38138
CN0511-105
Contact Person: John L. Wellborn
Phone No. 615-665-2022
APPROVED

The acquisition of a combination positron emission tomography (PET) and computerized tomography (CT) unit and the initiation of outpatient PET scanning for patients of the practice in leased space. The project is limited to UT Cancer Institute patients and physicians of the practice only.
\$ 5,475,937.00

GENERAL COUNSEL'S REPORT

Fentress Health Systems, LLC
Jamestown (Fentress County), TN
CN0312-122A
Contact Person: Jerry W. Taylor, Esq.
Phone No. 615-726-1200
APPROVED

Request for a six (6) month extension of the expiration date from April 1, 2006 to October 1, 2006 and an increase in project costs from \$3,309,720 to \$3,639,720, an increase of less than 10%. This application was approved on February 25, 2004 for the relocation of an outpatient diagnostic center (ODC) previously approved by CN0112-092A from 220 West Central Avenue to 208 West Central Avenue, Jamestown, Tennessee.

APPLICATIONS TO BE HEARD AT THE MARCH MEETING

Dyersburg Regional Medical Center
400 East Tickle Street
Dyersburg (Dyer County), TN 38024
CN0509-083
Contact Person: Coleman Foss, CEO
Phone No. 731-287-2400

DEFERRED FROM THE FEBRUARY MEETING

Caris Healthcare
1101 Kermit Drive, Suite 501
Nashville (Davidson County), TN 37217
CN0511-103
Contact Person: Bruce K. Duncan, Assistant
Vice President
Phone No. 615-890-2020

DEFERRED FROM THE FEBRUARY MEETING

Assertive Medical, Inc.
519 W. Main Street
Hohenwald (Lewis County), TN 38462
CN0511-100
Contact Person: E. Graham Baker, Jr., Esq.
Phone No. 615-383-3332

Assertive Medical, Inc.
597 Shelbyville Road
McMinnville (Warren County), TN 37110
CN0512-108
Contact Person: E. Graham Baker, Jr., Esq.
Phone No. 615-383-3332

Rishi K. Saxena MDPC
1127 Dow Street
Murfreesboro (Rutherford County), TN 37130
CN0512-109
Contact Person: Rishi K. Saxena, MD
Phone No. 615-896-4800

The establishment of a cardiac catheterization laboratory to provide cardiac diagnostic services in newly renovated space at the hospital. There are no other new services being initiated that require a Certificate of Need.
\$ 2,972,453.00

The relocation of the parent office from 701 West 7th Street, Suite C, Columbia (Maury County), TN to The Oaks Complex at 1101 Kermit Drive, Suite 501, Nashville (Davidson County), TN. The service area includes: Bedford, Cheatham, Davidson, Dickson, Franklin, Giles, Hardin, Hickman, Houston, Humphreys, Lawrence, Lewis, Lincoln, Marshall, Maury, Montgomery, Moore, Perry, Rutherford, Stewart, Wayne and Williamson counties. No change to the existing service area is proposed.
\$ 57,938.00

The establishment of a home health organization to provide a full range of home health services, including but not limited to skilled nursing and private duty nursing services. The proposed service area will include: Lewis, Perry, Hickman, Lawrence, Maury, Marshall, Bedford, Moore, Lincoln, Giles and Wayne counties. The parent office will be located at 519 W. Main Street, Hohenwald (Lewis County), TN 38462.
\$ 272,700.00

The establishment of a home health organization to provide a full range of home health services, including but not limited to skilled nursing and private duty nursing services. The proposed service area will include: Warren, Cannon, Coffee, Franklin, Grundy, Marion, Sequatchie, Hamilton, Van Buren, White, Cumberland, Putnam, Jackson, Smith and DeKalb counties. The parent office will be located at 597 Shelbyville Road, McMinnville (Warren County), TN 37110.
\$ 353,000.00

Acquisition of a computerized tomography (CT) 64 slice scanner for coronary angiography limited to patients of the physician's practice.
\$ 2,022,513.00

APPLICATIONS TO BE HEARD AT THE MARCH MEETING

White House Skilled Housing
471 Sage Road
White House (Robertson County), TN 37188
CN0511-104
Contact Person: E. Graham Baker, Jr., Esq.
Phone No. 615-383-3332

The establishment of two (2) twelve (12) bed nursing homes to be located on approximately four (4) acres of a fifty-two (52) acre site currently under development. These nursing homes will provide skilled nursing services in the proposed service area of Robertson and Sumner counties. The total twenty-four (24) Medicaid-certified beds for the two (2) nursing homes will not be requested from the annual statutory pool of 125 skilled nursing home beds; rather, these beds will be deleted from an approved but unimplemented Certificate of Need (CN9409-062A), for a 140 bed nursing home owned by White House Health Care, Inc., to be located on Wilkinson Lane, White House, Tennessee. The "approved" nursing home will decrease its bed capacity from 140 to 116 beds, and the two proposed 12 bed nursing homes will operate under the same license as the approved but not implemented nursing home. All three (3) facilities totaling 140 beds (116+12+12) will operate under one (1) license by the Tennessee Department of Health.
\$ 3,157,087.50

APPLICATIONS TO BE HEARD AT THE APRIL MEETING

<p>*Tennessee Endoscopy Center 1710 East Lamar Alexander Parkway Maryville (Blount County), TN 37804 CN0602-009 Contact Person: John L. Wellborn, Consultant Phone No. 615-665-2022 Consent Calendar</p>	<p>The relocation of the approved but unimplemented Certificate of Need (CN0507-056A) from 602 Smithview Drive, Maryville (Blount County), TN 37803 to 1710 East Lamar Alexander Parkway, Maryville (Blount County), TN 37804. The project also includes the expansion from three (3) to five (5) operating/procedure rooms and project cost increase. \$ 4,520,293.00</p>
<p>Americare Home Health Agency, Inc. 1444 East Shelby Drive Memphis (Shelby County), TN 38116 CN0511-096 Contact Person: Clara T. Reed, R.N., CEO Phone No. 662-247-1254</p>	<p>The addition of the following counties of Crockett, Dyer, Fayette, Gibson, Hardeman, Haywood, Lauderdale and Madison to the existing home health agency's service area of Tipton and Shelby counties. The parent agency will be located at 1444 East Shelby Drive, Memphis (Shelby County), TN 38116. \$ 3,000.00</p>
<p>Nashville Orthopaedic Specialists, PC 356 24th Avenue North Nashville (Davidson County), TN 37203 CN0512-110 Contact Person: John L. Wellborn, Consultant Phone No. 615-665-2022</p>	<p>The acquisition of an extremities magnetic resonance imaging (MRI) unit and initiation of MRI serves for patients of the practice. \$ 863,524.00</p>
<p>Alliance Home Care of Tennessee, Inc. 209 10th Avenue South Nashville (Davidson County), TN 37203 CN0601-001 Contact Person: Jefferson H. Ockerman, Esq. Phone No. 615-782-2302</p>	<p>The establishment of a home care organization to provide a full range of home health services including but not limited to private duty nursing. The service area includes the following counties: Davidson, Montgomery, Robertson, Rutherford, Sumner, Wilson and Williamson. The parent agency will be located at 209 10th Avenue South, Nashville (Davidson County), TN 37203. \$ 75,500.00</p>
<p>East Tennessee Diagnostic Center, LLC 1450 Dowell Springs Boulevard Knoxville (Knox County), TN 37909 CN0601-003 Contact Person: John B. Sylvia, Director of Planning Phone No. 865-632-5166</p>	<p>The establishment of an outpatient diagnostic center (ODC), acquisition of a positron emission tomography (PET)/computerized tomography (CT) scanner and the initiation of PET services. Existing PET services at Baptist Hospital of East Tennessee will be discontinued. \$ 3,710,936.00</p>
<p>White County Community Hospital 401 Sewell Road Sparta (White County), TN 38583 CN0601-004 Contact Person: William H. West, Esq. Phone No. 615-726-5600</p>	<p>The discontinuance of obstetrical services. No inpatient beds or major medical equipment are affected by this project. \$ 25,000.00</p>

APPLICATIONS TO BE HEARD AT THE MAY MEETING

Henderson County Community Hospital
200 West Church Street
Lexington (Henderson County), TN 38351
CN0602-008
Contact Person: William H. West, Esq.
Phone No. 615-726-5600

The discontinuance of obstetrical services. No inpatient beds are affected.
\$ 25,000.00

Maury Regional Hospital
1224 Trotwood Avenue
Columbia (Maury County), TN 38401
CN0602-011
Contact Person: Ron Pope, Associate Administrator
Phone No. 931-381-1111, Ext. 4002

The remodeling and expansion of the West Tower by renovation of 25,490 square feet of space and the construction of 7,840 square feet of new space on the first floor of the hospital. The project will also include the expansion of the emergency department, a laboratory support area, an inpatient discharge space and shelled space.
\$ 11,573,274.00

Monroe Carell Jr. Children's Hospital at Vanderbilt
2200 Children's Way
Nashville (Davidson County), TN 37232
CN0602-005
Contact Person: Ronald W. Hill, Vice President, Strgt. Dev.
Phone No. 615-936-6012

The acquisition of a Philips Achieva Nova Dual 1.5 Tesla magnetic resonance imaging (MRI) system to be located in the Radiology Department of the Children's Hospital. The MRI system is used in the diagnosis of clinical conditions.
\$ 4,153,175.00

StoneCrest Medical Center
200 StoneCrest Boulevard
Smyrna (Rutherford County), TN 37167
CN0602-013
Contact Person: John L. Wellborn, Consultant
Phone No. 615-665-2022

The expansion of the Surgical Department. This project will add two (2) finished operating rooms (ORs) and two (2) shelled ORs to the current four (4) ORs. The project will also include the expansion of the recovery room and other surgical support space. This project does not affect the bed complement of the hospital.
\$ 8,627,719.00

The West Clinic, P.C.
100 North Humphreys Boulevard
Memphis (Shelby County), TN 38120
CN0602-012
Contact Person: Edwin W. Day, Consultant
Phone No. 615-952-2297

The acquisition of a linear accelerator and initiation of radiation therapy services.
\$ 5,597,342.00

Vanderbilt University Hospital
1211 22nd Avenue South
Nashville (Davidson County), TN 37232
CN0602-006
Contact Person: Ronald W. Hill, Vice President,
Phone No. 615-936-6012

The acquisition of a Philips Allura FD 20/1/0 Bi-Plane angiography machine for use in performing neuroendovascular procedures. The equipment will be located in the Radiology Department of the main hospital.
\$ 3,378,691.00

APPEALS OF COMMISSION/AGENCY DECISIONS

<u>FACILITY</u>	<u>DOCKET #</u>	<u>DESCRIPTION</u>	<u>Approved/ Denied</u>
The Center for ENT, Laser & Cosmetic Surgery, Shelbyville, Bedford County CN0503-022A	25.00-075626J	Appeal of Approval of CON.	6/22/05
Clarksville Surgery Center, LLC Clarksville, Montgomery County CN0506-052A	25.00-081009J	Appeal of Approval of CON	9/28/05
Helping Hands Home Assistance, LLC Knoxville, Knox County CN0509-082D	TBA	Applicant's appeal of Denial of CON	2/22/06
Mahogany Hospice Care, Inc. Nashville, Davidson County CN0408-073A	25.00-066804J	Appeal of Approval of CON	5/25/05
Maxim Healthcare Services – Nashville Nashville, Davidson County CN0506-045A	25.00-079868J	Appeal of Approval of CON	9/28/05
Select Medical Corporation d/b/a Select Specialty Hospital, Knoxville, Inc. Knoxville, Knox County CN0510-095D	25.00-087315J	Appeal of Denial of CON	1/25/06
St. Francis Hospital – Bartlett Bartlett, Shelby County CN0504-035A	25.00-078683J	Appeal of Approval of CON	8/24/05
Tennessee Sports Medicine Surgery Center Lebanon, Wilson County CN0411-103D	25.00-068456J	Applicant's appeal of Denial of CON	2/23/05

Health Services and Development Agency Members

Gene Caldwell, M.D.
Chair
(Consumer, Speaker of the House)

Bryan Atchley
Vice Chair
(Nursing Home)

Charles Handorf, M.D.
(Physician)

Clark Jones
(Consumer, Governor)

Carl Koella
(Consumer, Speaker of the Senate)

Gregory Lammert
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Peggy Troy
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